

FIRMA DE AUDIT

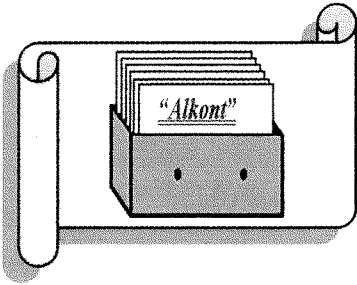
"ALKONT"

Auditor's Statement

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AUDIT FIRM «ALKONT»

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c/b 222470301046 Banca Sociala BSOCMD2X, c/f 1003600126704, Licence №016472 of 14.07.05

To the management of Transparency International Moldova

In planning and performing our audit of financial statements of Transparency International Moldova NGO for the period from January 01, 2009 up to and including December 31, 2009 drawn up in accordance with the cash receipts and disbursements basis of accounting, as well as of the internal controls employed by the Projects to determine our auditing procedures, in order to express our opinion on financial statements of the Projects, a special attention was paid to:

- Design and operation of the accounting system of the Projects, i.e. documentation, authorization of transactions, acquisition of goods and services, documentation on business trips, book-keeping and account reconciliation;
- All the necessary supporting documents, records, and accounts have been kept in respect of all the Project's revenues and expenses;
- The received funds have been spent efficiently for the purpose of the Projects in accordance with the budget and other clauses set by the Grant Agreements;
- All the expenses are properly documented and are in accordance with the budget prescribed by the Grant Agreements;
- All the expenses have been incurred in accordance with the legislation in force; and
- All the equipment acquired by means of the grants exists.

This report is intended solely for the information and use by the management of Transparency International Moldova and their donors. "Alkont" Audit Firm is not responsible before the third persons that could use this information for any other purposes is not intended and should not be used by anyone other than the specified parties.

Alla Kulikovskaia
Auditor

May 31, 2010



REPORT ON AUDIT FINDINGS

May 2010

1. Compliance to the Budgets

The following tables summarize the expenses incurred by the management of Transparency International - Moldova from donations received from NOVIB, ALAC, AED, RAI and reported within the period from January 01, 2009 up to and including December 31, 2009 compared to the budget items and audited expenditure.

1.1 Civil Society Against Corruption Project (MOL-503837-0005116):

(all amounts expressed in Euros)

Description	Budget	Expenditure	Variance %%
<i>Activity 1: "Civil society its capacity to withstand corruption"</i>			
1.1.Ensuring legal assistance to the citizens that face corruption: hot-line, visiting centre	19500	17013	87
Local consultants (two full time lawyers)	16000	15545	97
Maintaining toll free hot-line(0-800-10000)	1500	754	50
Marketing (producing and advertising video-and audio spots, conducting audio-video-programs, producing and disseminating posters, leaflets)	2000	714	36
1.2 Training of trainers, maintaining a permanent network of trainees that will conduct anti-corruption workshops in rural site	6600	6180	94
Local consultants (six part-time experts in legal anti-corruption framework, ethics in public and private sectors, tax related issues, public procurement, etc. mainly from TI-Moldova)	2800	2800	100
Payments to 10 selected and subcontracted trainees in rural area	2800	2765	99
Training of Trainees (hotel, hospitalities for 20 people each training)	1000	615	62
1.3 Conducting a study of corruption and criminality	7700	0	0
Local consultants	1700	-	
Subcontractor	4000	-	
Editing and printing (1000 copies in Romanian)	2000	-	
1.4. Conducting a study of corruption in energetic sector	9200	8034	87
Local consultants	2800	2800	100
Subcontractor	4000	4002	100
Editing and printing (1000 copies in Romanian)	2400	1232	51
1.5 Maintaining the web-site	3400	2579	76

